

Indirect TAX MCQ Question Answer

Visit <https://competitive-exam.in> for more MCQ

Question: 1. In relation to Excise Duty form AR-1 is to be submitted for clearing goods under

- Option A. Physical Control System
- Option B. Self Control System
- Option C. Both (a) and (b)
- Option D. None of the above

Question: 2. An event management company charged Rs.50,000 from his client for the services rendered by him. The amount of Service Tax (including education cess) to be levied is

- Option A. Rs.4,000
- Option B. Rs.5,000
- Option C. Rs.6,000
- Option D. Rs.5,100

Question: 3. The taxable event under Central Excise law is

- Option A. Manufacture of excisable goods
- Option B. Sale of excisable goods
- Option C. Removal of goods from factory
- Option D. Whichever is later

Question: 4. PLA stands for

- Option A. Personalised Ledger Account
- Option B. Personal Ledger Account
- Option C. Privilege Leave Allowed
- Option D. Personal Ledger Amount

Question: 5. The annual turnover of a SSI unit (under non-CENVAT SCHEME) is Rs.60 Lakhs. The amount of duty payable by him is

- Option A. Rs.36 Lakhs
- Option B. Rs.36,000
- Option C. Rs.24 Lakhs
- Option D. None of the above

Question: 6. Remission of excise duty can be applied for in case of destruction of goods by

- Option A. Natural causes
- Option B. Unavoidable accident
- Option C. Both of the above
- Option D. None of the above

Question: 7. Total number of services brought under Service Tax net through Finance Act, 2005 is 10.

Option A. True

Option B. False

Question: 8. In relation to Excise Duty, under Physical Control System, goods can be removed on any day, at any time.

Option A. True

Option B. False

Question: 9. The New ECC of a registered excise dealer having PAN IAVSG2356X is IAVSG2356X XD 001.

Option A. True

Option B. False

Question: 10. Input credit of Service Tax can be availed only if the final service is of the same category as that of the input service.

Option A. True

Option B. False

Question: 11. A manufacturer may be exempted from payment of excise duty if he proves that the goods are unfit for consumption.

Option A. True

Option B. False

Question: 12. The registration certificate obtained from excise authorities is to be exhibited at the registered premises.

Option A. True

Option B. False

Question: 13. Return of Service Tax is to be furnished to be to the Superintendent of _____ in Form _____.

Option A. Service Tax, ST-3

Option B. Central Excise, ST-3

Option C. Service Tax, TR-6

Option D. Central Excise, TR-6

Question: 14. An appeal to the Appellate Tribunal, in connection with Service Tax, has to be made within _____ with a fee of _____.

Option A. 3 Months, Rs.200

Option B. 3 Months, Rs.50

Option C. 2 Months, Rs.200

Option D. 1 Month, Rs.200

Question: 15. SSI units availing CENVAT can clear their goods upto Rs. 1 Crore @ _____ of tariff duty.

- Option A. 10%
- Option B. 25%
- Option C. 50%
- Option D. 60%

Question: 16. In a financial year, turnover of upto _____ is exempted from payment of Central Excise duty.

- Option A. Rs.50 lakhs
- Option B. Rs.1 Crore
- Option C. Rs.2 Crore
- Option D. None of the above

Question: 17. Service Tax is administered by

- Option A. Central Excise Commissionerate
- Option B. Service Tax Commissionerate
- Option C. CBDT
- Option D. None of the above

Question: 18. The Central Excise law is administered by

- Option A. Central Board of Indirect Taxes
- Option B. Central Board of Excise and Customs
- Option C. Central Board of Excise Duty
- Option D. Central Government

Question: 19. In case the factories of a manufacturer, covered by Central Excise law, falls under different Commissionerates, New ECC will be issued by

- Option A. Director General of Inspection
- Option B. Commissionerate Headquarter
- Option C. Deputy Commissioner
- Option D. None of the above

Question: 20. STC stands for

- Option A. Sales Tax Code
- Option B. Service Tax Code
- Option C. Service Transaction Code
- Option D. Service Trader Code

Question: 21. Registration formality has been exempted by CBE&C in case of

- Option A. SSI units availing slab exemption

Option B. Jobworker, if duty liability is paid by principal employer

Option C. 100% EOU

Option D. All of the above

Question: 22. In relation to Excise Duty, fresh application for registration has to be made for an already registered concern, in case of

Option A. Death of a director of a limited company

Option B. Death of a partner of a partnership firm

Option C. Death of an individual manufacturer

Option D. Both (b) and (c)

Question: 23. Service Tax is levied by the Central Government

Option A. True

Option B. False

Question: 24. A person manufacturing excisable goods with "nil rate" of Excise Duty does not have to apply for registration.

Option A. True

Option B. False

Question: 25. Service Tax has to be paid on any advance amount received from the client prior to raising any bill for the service rendered.

Option A. True

Option B. False

Question: 26. Excise related records cannot be maintained on computer hard disks.

Option A. True

Option B. False

Question: 27. Excise Duty is payable at the time of completion of manufacture of goods.

Option A. True

Option B. False

Question: 28. Form ST-3, in connection with Service Tax, is to be filed on half-yearly basis.

Option A. True

Option B. False

Question: 29. In relation to central Excise, under Physical Control System, goods can be removed on any day, at any time.

Option A. True

Option B. False

Question: 30. In case of non-payment of excise duty, interest is to be paid @ _____ on the amount of unpaid duty, or, _____ per day, whichever is higher.

Option A. 15%, Rs.1000

Option B. 24%, Rs.1,000

Option C. 24%, Rs.500

Option D. 15%, Rs.500

Answer Sheet

1	A	
2	D	
3	A	
4	B	
5	D	
6	C	
7	B	
8	B	
9	A	
10	B	
11	A	
12	A	
13	B	
14	A	
15	D	
16	B	
17	A	
18	B	
19	A	
20	B	
21	D	
22	C	
23	A	
24	A	
25	B	
26	B	
27	B	
28	A	
29	B	
30	B	